# **HOUSE BILL No. 1162**

#### DIGEST OF INTRODUCED BILL

Citations Affected: IC 12-15-14-6.

**Synopsis:** Medicaid payments to nursing homes. Requires the office of Medicaid policy and planning to lower certain components of reimbursement rates to nursing homes that have an occupancy rate of less than 85% by the percentage that the nursing home's occupancy rate is under 85%.

Effective: July 1, 2002.

## Day

January 9, 2002, read first time and referred to Committee on Ways and Means.





#### Second Regular Session 112th General Assembly (2002)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2001 General Assembly.

### **HOUSE BILL No. 1162**

A BILL FOR AN ACT to amend the Indiana Code concerning Medicaid.

Be it enacted by the General Assembly of the State of Indiana:

SECTION 1. IC 12-15-14-6 IS ADDED TO THE INDIANA COD
SECTION 1. IC 12-13-14-6 IS ADDED TO THE INDIANA COD
AS A <b>NEW</b> SECTION TO READ AS FOLLOWS [EFFECTIVE JUL <sup>*</sup>
1, 2002]: Sec. 6. (a) If a nursing facility has an occupancy rate of a
east eighty-five percent (85%), the office shall reimburse th
nursing facility the full amount determined under 405 IAC 1-14.0

- (b) If a nursing facility has an occupancy rate of less than eighty-five percent (85%), for every percentage point that the nursing facility's occupancy rate is below eighty-five percent (85%), the office shall reduce the reimbursement determined under 405 IAC 1-14.6 by the same percentage point for each of the following component costs:
  - (1) Administrative component (as defined in 405 IAC 1-14.6-2(a)).
  - (2) Capital component (as defined in 405 IAC 1-14.6-2(g)).
  - (3) Indirect care component (as defined in 405 IAC 1-14.6-2(t)).
  - (c) A nursing facility may not reduce services to a resident as a



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result of the reduction in reimbursement under subsection (b).

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